

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | PHILIP Y. BROWN, ESQ. | JOHN B. LANGAN | JAMES M. MACHADO | DONALD R. MARQUIS | ROBERT B. MCCARTHY

## MEMORANDUM

TO: North Attleboro Retirement Board  
FROM: Joseph E. Connarton, Executive Director  
RE: Appropriation for Fiscal Year 2016  
DATE: November 6, 2014

Required Fiscal Year 2016 Appropriation: **\$3,594,628**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2016 which commences July 1, 2015.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2016 appropriation to be paid by each of the governmental units within your system. The allocation by governmental unit was determined by Sherman Actuarial Services as part of their January 1, 2013 actuarial valuation.

If your System has a valuation currently in progress, you may submit a revised funding schedule to PERAC upon its completion. The current schedule is/was due to be updated by Fiscal Year 2016.

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446 Extension 921.

## Attachments

cc: Board of Selectmen  
Town Meeting  
c/o Town Clerk



## North Attleboro Retirement Board

### Projected Appropriations

Fiscal Year 2016 - July 1, 2015 to June 30, 2016

Aggregate amount of appropriation: **\$3,594,628**

| Fiscal Year | Estimated Cost of Benefits | Funding Schedule (Excluding ERI) | ERI     | Total Appropriation | Pension Fund Allocation | Pension Reserve Fund Allocation | Transfer From PRF to PF |
|-------------|----------------------------|----------------------------------|---------|---------------------|-------------------------|---------------------------------|-------------------------|
| FY 2016     | \$5,122,778                | \$3,587,627                      | \$7,001 | \$3,594,628         | \$3,594,628             | \$0                             | \$1,528,150             |
| FY 2017     | \$5,534,347                | \$3,718,948                      | \$7,001 | \$3,725,949         | \$3,725,949             | \$0                             | \$1,808,398             |
| FY 2018     | \$5,979,154                | \$3,854,880                      | \$7,001 | \$3,861,881         | \$3,861,881             | \$0                             | \$2,117,273             |
| FY 2019     | \$6,459,881                | \$3,995,299                      | \$0     | \$3,995,299         | \$3,995,299             | \$0                             | \$2,464,582             |
| FY 2020     | \$6,979,430                | \$4,407,922                      | \$0     | \$4,407,922         | \$4,407,922             | \$0                             | \$2,571,508             |

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.

For illustration, we have shown the amount to be transferred from the Pension Reserve Fund to the Pension Fund to meet the estimated Cost of Benefits for each year. If there are sufficient assets in the Pension Fund to meet the Cost of Benefits, this transfer is optional.

## Breakouts

|                                    | <u>Total</u>   | <u>Town</u>    | <u>Housing</u> | <u>Electric</u> | <u>School</u> | <u>Landfill</u> | <u>Water</u> | <u>Sewer</u> |
|------------------------------------|----------------|----------------|----------------|-----------------|---------------|-----------------|--------------|--------------|
| (1) Payroll of Active Participants | \$20,031,654   | \$10,712,224   | \$366,622      | \$2,368,408     | \$4,951,696   | \$206,297       | \$733,436    | \$692,971    |
| Percentage of Total Payroll        | 100.00%        | 53.48%         | 1.83%          | 11.82%          | 24.72%        | 1.03%           | 3.66%        | 3.46%        |
| (2) Total Employer Contributions   |                |                |                |                 |               |                 |              |              |
| (a) ERI                            | \$7,001        | \$0            | \$7,001        | \$0             | \$0           | \$0             | \$0          | \$0          |
| (b) Remaining Amortizations*       | 2,005,938      | 1,072,776      | 36,709         | 237,102         | 495,868       | 20,661          | 73,417       | 69,405       |
| (c) Employer Normal Cost*          | 994,727        | 531,980        | 18,204         | 117,577         | 245,897       | 10,246          | 36,407       | 34,416       |
| (d) Administrative Expenses*       | <u>207,955</u> | <u>111,214</u> | <u>3,806</u>   | <u>24,580</u>   | <u>51,406</u> | <u>2,142</u>    | <u>7,611</u> | <u>7,196</u> |
| (e) Total Appropriation            | \$3,215,621    | \$1,715,970    | \$65,720       | \$379,259       | \$793,171     | \$33,049        | \$117,435    | \$111,017    |
| (3) Fiscal 2015 Appropriation      | \$3,467,774    | \$1,850,674    | \$70,603       | \$409,031       | \$855,435     | \$35,643        | \$126,654    | \$119,734    |
| Percent of Total Appropriation     | 100.00%        | 53.37%         | 2.04%          | 11.80%          | 24.67%        | 1.03%           | 3.65%        | 3.45%        |
| (4) Fiscal 2016 Appropriation      | \$3,594,630    | \$1,918,517    | \$72,924       | \$424,025       | \$886,794     | \$36,950        | \$131,297    | \$124,122    |
| Percent of Total Appropriation     | 100.00%        | 53.37%         | 2.03%          | 11.80%          | 24.67%        | 1.03%           | 3.65%        | 3.45%        |

\*Allocated based on the ratio of the division payroll to the total payroll.